



MIDVAAL LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

for the year ended

30 June 2011

I am responsible for the preparation of these financial statements, which are set out on pages 1 to 20 in terms of Section 123(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 17 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

ASA De Klerk
Municipal Manager

Date: 25 August 2011

MIDVAAL LOCAL MUNICIPALITY

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MIDVAAL LOCAL MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2011

	Note	2011 R	2010 R
LIABILITIES			
Current liabilities		(102 015 426)	(85 762 449)
Consumer deposits	3	(8 067 353)	(7 359 777)
Provisions	4	(1 192 813)	(1 078 492)
Trade payables	5	(76 934 981)	(61 815 873)
Unspent grants and receipts	6	(5 598 417)	(7 739 199)
Current portion of long-term liabilities	1	(8 543 451)	(7 769 108)
Current portion of finance leases	2	(1 678 411)	0
Non-current liabilities		(125 105 239)	(125 123 792)
Long-term finance lease	2	(8 619 202)	0
Long-term liabilities	1	(116 486 037)	(125 123 792)
Accumulated surplus	29	(1 982 160 318)	(1 886 842 199)
Total Liabilities		(2 209 280 983)	(2 097 728 440)
ASSETS			
Current Assets		108 367 219	84 761 460
Inventory	9	6 486 896	196 376
Consumer receivables	10	83 550 691	71 491 299
Other receivables	11	14 656 005	11 889 662
Bank balances and cash	12	3 673 627	1 184 123
Non-current assets		2 100 913 764	2 012 966 980
Property, plant and equipment	7	2 066 638 764	1 978 691 980
Investment property	8	34 275 000	34 275 000
Total Assets		2 209 280 983	2 097 728 440

**MIDVAAL LOCAL MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2011**

	Note	2011 R	2010 R
REVENUE - NON EXCHANGE		225 449 899	176 666 215
Property rates	13	72 804 779	68 705 156
Public donations		142 204 696	99 246 106
Fines		10 440 424	8 714 953
REVENUE - EXCHANGE		381 164 939	301 419 808
Service charges	14	238 091 530	183 873 119
Rental of facilities and equipment		534 040	1 373 216
Interest earned - external investments		774 806	1 083 324
Interest earned - outstanding debtors		6 820 180	5 716 201
Government grants and subsidies	15	71 660 711	69 264 014
Other income	16	60 455 225	34 260 982
Public contributions		2 828 447	5 848 952
Total Revenue		606 614 838	478 086 023
EXPENDITURE			
Employee related costs	17	(120 890 889)	(108 875 970)
Remuneration of councillors	18	(5 232 599)	(4 636 475)
Bad debts	10	(13 302 470)	(29 362 088)
Depreciation	7	(95 074 244)	(92 701 928)
Repairs and maintenance		(27 426 596)	(23 079 893)
Interest paid	19	(13 940 675)	(12 184 718)
Bulk purchases	20	(157 173 806)	(113 653 706)
Contracted services		(42 693 950)	(35 133 019)
General expenses	21	(42 296 029)	(35 083 059)
Total Expenditure		(518 031 258)	(454 710 856)
SURPLUS (DEFICIT) FOR THE YEAR		88 583 580	23 375 167

MIDVAAL LOCAL MUNICIPALITY
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2011

	Revaluation Reserve	Public Contributions Reserve	Grant Reserve	Capital Replacement Reserve	Surplus/ (Deficit)	Accumulated Surplus
	R	R	R	R	R	R
Balance at 1 July 2009		(12 288 766)	(104 526 457)	(45 188 061)	(352 258 661)	(514 261 945)
2010						
Surplus for the year		-	-	-	(23 375 167)	(23 375 167)
Write off provision of Sundry Creditors						-
Capital grants used to purchase PPE		(99 247 805)	(28 261 578)	2 995 397	124 513 986	-
Depreciation for the year		864 816	6 667 980		(7 532 796)	-
Land and other contributions received				(6 395 060)	6 395 060	-
Portions utilised during the year					-	-
Balance at 30 June 2010		(110 671 755)	(126 120 055)	(48 587 724)	(252 257 578)	(537 637 112)
Prior year adjustment revaluation PPE	(1 301 204 804)					(1 301 204 804)
Prior year adjustment depreciation PPE	(48 000 282)					(48 000 282)
Adjusted Balance at 30 June 2010	(1 349 205 086)	(110 671 755)	(126 120 055)	(48 587 724)	(252 257 578)	(1 886 842 198)
2011						
Surplus for the year		-	-	-	(88 583 580)	(88 583 580)
Correction on Li				398 274	(1 006 828)	(608 554)
Correction Stores					(6 125 986)	(6 125 986)
Capital grants used to purchase PPE		(142 204 696)		11 708 242	130 496 454	-
Depreciation for the year		4 890 978	3 360 037		(8 251 015)	-
Land and other contributions received				(6 074 887)	6 074 887	-
Revaluation	47 757 647				(47 757 647)	-
Balance at 30 June 2011	(1 301 447 439)	(247 985 473)	(122 760 018)	(42 556 095)	(267 411 293)	(1 982 160 318)

MIDVAAL LOCAL MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011 R	2010 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		200 962 599	167 586 493
Cash received from services/charges		205 880 139	150 445 772
Cash paid to suppliers and employees		(354 023 118)	(276 185 261)
Cash generated from (utilised in) operations	21	52 819 620	41 847 004
Interest received		3 713 046	5 898 569
Interest paid	18	(13 940 675)	(12 184 718)
NET CASH FROM OPERATING ACTIVITIES		42 591 991	35 560 855
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	6	(40 959 069)	(68 239 023)
Proceeds on disposal of property, plant and equipment		856 582	120 798
Decrease in non-current investments			
NET CASH FROM INVESTING ACTIVITIES		(40 102 487)	(68 118 225)
CASH FLOWS FROM FINANCING ACTIVITIES			
New loans raised		-	31 711 815
NET CASH FROM FINANCING ACTIVITIES		-	31 711 815
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		2 489 504	(845 555)
Cash and cash equivalents at the beginning of the year		1 184 123	2 029 678
Cash and cash equivalents at the end of the year	11	3 673 627	1 184 123

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

1. BASIS OF PREPARATION

The annual financial statements have been prepared on an accrual basis of accounting and are in accordance with the historical cost convention.

These annual financial statements have been prepared in accordance with the Standards of Generally Recognised Accounting Practice (GRAP), issued by the Accounting Standards Board in accordance with Section 122(3) of the Municipal Finance Management Act, (Act No 56 of 2003).

The principal accounting policies adopted in the preparation of these annual financial statements are set out below.

Assets, liabilities, revenues and expenses have not been offset except when offsetting is required or permitted by a Standard of GRAP.

The accounting policies applied are consistent with those used to present the previous year's financial statements, unless explicitly stated. The details of any changes in accounting policies are explained in the relevant policy.

2. GOING CONCERN ASSUMPTION

These annual financial statements have been prepared on a going concern basis.

3. PRESENTATION CURRENCY

These annual financial statements are presented in South African Rand, which is the functional currency of the municipality.

4. PROPERTY, PLANT AND EQUIPMENT

4.1 Initial recognition

Property, plant and equipment, is stated at cost, less accumulated depreciation. Land is not depreciated as it is deemed to have an indefinite life. Land and buildings were recognized as items of property, plant and equipment.

The municipality only recognises its property as investment property when it is certain that it meets the definition of investment property.

Subsequent expenditure is capitalized when the recognition and measurement criteria of an asset are met.

4.2 Subsequent measurement – revaluation model (Land and Buildings)

Subsequent to initial recognition, land and buildings are carried at a revalued amount, being its fair value at the date of revaluation less any subsequent accumulated depreciation and impairment losses.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

An increase in the carrying amount of an asset as a result of a revaluation is credited directly to a revaluation surplus reserve, except to the extent that it reverses a revaluation decrease of the same asset previously recognised in surplus or deficit.

A decrease in the carrying amount of an asset as a result of a revaluation is recognised in surplus or deficit, except to the extent of any credit balance existing in the revaluation surplus in respect of that asset.

4.3 Depreciation and impairment

Depreciation is calculated on cost, using the straight-line method over the estimated useful lives of the assets.

Components of assets that are significant in relation to the whole asset and that have different useful lives are depreciated separately. The annual depreciation rates are based on the following estimated average asset lives:

Infrastructure	10-30 years
Recreational facilities	20 years
Motor vehicles	3-20 years
Office equipment/computers	5-7 years
Furniture and fittings	10 years

The residual value, the useful life of an asset and the depreciation method is reviewed annually and any changes are recognised as a change in accounting estimate in the Statement of Financial Performance.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying value. This amount is recognized in the Capital Replacement Reserve Statement of Financial Performance.

The Municipality has an obligation to rehabilitate its landfill sites in terms of its license stipulations. Provision is made for this obligation in accordance with the Municipality's accounting policy on non current provisions – refer to note 3.

Where the carrying amount of an item of property, plant and equipment is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount and an impairment loss is charged to the Statement of Financial Performance.

5. INVESTMENT PROPERTY

Investment property includes property (land or a building, or part of a building, or both land and buildings held under a finance lease) held to earn long-term rental yields and/or for capital appreciation, rather than held to meet service delivery objectives, the production or supply of goods or services, or the sale of an asset in the ordinary course of operations.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

Investment property is recognised as an asset when it is probable that the future economic benefits that are associated with the investment property will flow to the enterprise, and the cost of the investment property can be measured reliably.

6. RESERVES

6.1 Government Grant Reserve

When items of property, plant and equipment (PPE) are financed from government grants, a transfer is made from the accumulated surplus/(deficit) to the Government Grants Reserve (GGR) equal to the government grant recorded as revenue in the Statement of Financial Performance.

When items of PPE financed from government grants are disposed off, the balance in the GGR relating to such items is transferred to the accumulated surplus/ (deficit).

Assets acquired through the government grant reserve are depreciated over the expected useful lives of these assets concerned and this depreciation is released to accumulated surplus/ (deficit).

Government grants are treated as deferred income and released to surplus and depreciated over the expected useful lives of the assets concerned.

6.2 Donations and Public Contributions Reserve

When items of property, plant and equipment are financed from public contributions and donations, a transfer is made from the accumulated surplus/ (deficit) to the Donations and Public Contributions Reserve equal to the donations and public contributions recorded as revenue in the statement of Financial Performance.

Assets acquired through the donations and public contributions reserve are depreciated over the expected useful lives of these assets concerned and this depreciation is released to accumulated surplus/ (deficit).

6.3 Capital Replacement Reserve

Contributions are made from other income for capital expenditure as well as contributions which are received from the public when they request their land to be subdivided etc., the contribution received is initially recorded in the statement of financial performance and subsequently transferred from the accumulated surplus/ (deficit) to the Capital Replacement Reserve.

When items of property, plant and equipment are financed from capital replacement reserve, a transfer is made from the Capital Replacement Reserve to the accumulated surplus/ (deficit).

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

7. INVENTORIES

7.1 Initial recognition

Inventories comprise current assets held for sale, consumption or distribution during the ordinary course of business. Inventories are initially recognised at cost. Cost generally refers to the purchase price, plus taxes, transport costs and any other costs in bringing the inventories to their current location and condition.

Where inventory is acquired by the municipality for no or nominal consideration (i.e. a non-exchange transaction), the cost is deemed to be equal to the fair value of the item on the date acquired.

7.2 Subsequent measurement

Inventories, consisting of consumable stores, raw materials, work-in-progress and finished goods, are valued at the lower of cost and net realisable value unless they are to be distributed at no or nominal charge, in which case they are measured at the lower of cost and current replacement cost. Redundant and slow-moving inventories are identified and written down in this way. Differences arising on the valuation of inventory are recognised in the Statement of Financial Performance in the year in which they arose. The amount of any reversal of any write-down of inventories arising from an increase in net realisable value or current replacement cost is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

The carrying amount of inventories is recognised as an expense in the period that the inventory was sold, distributed, written off or consumed, unless that cost qualifies for capitalisation to the cost of another asset.

In general, the basis of allocating cost to inventory items is the first-in, first-out method.

8. FINANCIAL INSTRUMENTS

8.1 Initial recognition

Financial instruments are initially recognised at fair value.

8.2 Subsequent measurement

Financial Assets are categorised according to their nature as either financial assets at fair value through profit or loss, held-to maturity, loans and receivables, or available for sale. Financial liabilities are categorised as either at fair value through profit or loss or financial liabilities carried at amortised cost ("other"). The subsequent measurement of financial assets and liabilities depends on this categorisation and, in the absence of an approved GRAP Standard on Financial Instruments, is in accordance with IAS 39.

8.2.1 Consumer Deposits

Consumer deposits are recognised at fair value and are kept like this until they are refunded to the consumer after the final account is finalised.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

8.2.2 Trade and other receivables

Trade and other receivables are categorised as financial assets: loans and receivables and are initially recognised at fair value and subsequently carried at amortised cost. Amortised cost refers to the initial carrying amount, plus interest, less repayments and impairments. An estimate is made for doubtful receivables based on a review of all outstanding amounts at year-end. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. Impairments are determined by discounting expected future cash flows to their present value. Amounts that are receivable within 12 months from the reporting date are classified as current.

An impairment of trade receivables is accounted for by reducing the carrying amount of trade receivables through the use of an allowance account, and the amount of the loss is recognised in the Statement of Financial Performance within operating expenses. When a trade receivable is uncollectable, it is written off. Subsequent recoveries of amounts previously written off are credited against operating expenses in the Statement of Financial Performance.

8.2.3 Trade payables and borrowings

Financial liabilities consist of trade payables and borrowings. They are categorised as financial liabilities held at amortised cost, are initially recognised at fair value and subsequently measured at amortised cost which is the initial carrying amount, less repayments, plus interest.

8.2.4 Cash and cash equivalents

Cash includes cash on hand (including petty cash) and cash with banks (including call deposits). Cash equivalents are short-term highly liquid investments, readily convertible into known amounts of cash; that are held with registered banking institutions with maturities of three months or less and are subject to an insignificant risk of change in value. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held on call with banks, net of bank overdrafts. The municipality categorises cash and cash equivalents as financial assets: loans and receivables.

Bank overdrafts are recorded based on the facility utilised. Finance charges on bank overdraft are expensed as incurred. Amounts owing in respect of bank overdrafts are categorised as financial liabilities: other financial liabilities carried at amortised cost.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

9. REVENUE RECOGNITION

9.1 Revenue from non-exchange transactions

Donations are recognized on a cash receipt basis or where the donation is in the form of property, plant and equipment, when such items of property, plant and equipment are brought into use.

Revenue from the recovery of unauthorized, irregular, fruitless and wasteful expenditure is based on legislated procedures, including those set out in the Municipal Finance Management Act (Act No. 56 of 2003) and is recognized when the recovery thereof is approved by Council.

9.2 Revenue from Exchange Transactions

Service charges relating to electricity and water are based on consumption. Meters are read monthly and are recognised as revenue when invoiced. Provisional estimates of consumption are made monthly when meter readings have not been performed. The provisional estimates of consumption are recognised as revenue when invoiced. Adjustments to provisional estimates of consumption are made in the invoicing period in which meters have been read. These adjustments are recognised as revenue in the invoicing period.

Revenue from the sale of electricity prepaid meter cards are recognised at the point of sale.

Service charges relating to refuse removal are recognised on a monthly basis in arrears by applying the approved tariff to each property that has improvements. Tariffs are determined per category of property usage, and are levied monthly based on the number of refuse containers on each property, regardless of whether or not all containers are emptied during the month.

Service charges from sewerage and sanitation are based on the number of sewerage connections on each developed property using the tariffs approved by Council and are levied monthly.

Revenue from property rates is recognised when the legal entitlement to this revenue arises. Collection charges are recognised when such amounts are legally enforceable.

Interest and rentals are recognised on a time proportion basis.

Fines constitute both spot fines and summonses. Revenue from spot fines and summonses are recognised when payment is received.

Dividends are recognised on the date that the Municipality becomes entitled to receive the dividend.

Revenue arising from the application of the approved tariff of charges is recognised when the relevant service is rendered by applying the relevant gazetted tariff. This includes the issuing of licenses and permits.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

Income for agency services is recognised on a monthly basis once the income collected on behalf of agents has been quantified. The income recognised is in terms of the agency agreement.

Finance income from the sale of housing by way of installment sales agreements or finance leases is recognised on a time proportion basis.

10. BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized to the cost of that asset unless it is inappropriate to do so. The municipality ceases the capitalization of borrowing costs when substantially all the activities to prepare the asset for its intended use or sale are complete. It is considered inappropriate to capitalize borrowing costs where the link between the funds borrowed and the capital asset acquired cannot be adequately established. Borrowing cost incurred other than on qualifying assets are recognised as an expense in surplus or deficit when incurred.

11. LEASES

11.1 Municipality as Lessee

Leases are classified as finance leases where substantially all the risks and rewards associated with ownership of an asset are transferred to the municipality. Property, plant and equipment or intangible assets subject to finance lease agreements are initially recognised at the lower of the asset's fair value and the present value of the minimum lease payments. The corresponding liabilities are initially recognised at the inception of the lease and are measured as the sum of the minimum lease payments due in terms of the lease agreement, discounted for the effect of interest. In discounting the lease payments, the municipality uses the interest rate that exactly discounts the lease payments and unguaranteed residual value to the fair value of the asset plus any direct costs incurred.

Operating leases are those leases that do not fall within the scope of the above definition. Operating lease rentals are accrued on a straight-line basis over the term of the relevant lease.

12. CONDITIONAL GRANTS AND RECEIPTS

Revenue received from conditional grants, donations and funding are recognized as revenue to the extent that the Municipality has complied with any of the criteria, conditions or obligations embodied in the agreement.

When all conditions have not been met the amounts are disclosed as "Unspent conditional grants and receipts" in the statement of financial position.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

13. PROVISIONS

Provisions are recognized when the Municipality has a present or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made.

14. JUDGEMENTS AND ESTIMATES

Critical judgments in applying the entity's accounting policies:

In the process of applying the municipality's accounting policies, management has made judgments that have the most significant effect on the amounts recognised in the financial statements. These policies are disclosed in note 3 (Provisions), note 6 (Useful life of fixed asset) and note 9 (Consumer Receivables).

15. UNAUTHORISED EXPENDITURE

Unauthorised expenditure is expenditure that has not been budgeted, expenditure that is not in terms of the conditions of an allocation received from another sphere of government, municipality or organ of state and expenditure in the form of a grant that is not permitted in terms of the Municipal Finance Management Act (Act No. 56 of 2003). Unauthorised expenditure is accounted for as an expense in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

16. IRREGULAR EXPENDITURE

Irregular expenditure is expenditure that is contrary to the Municipal Finance Management Act (Act No. 56 of 2003), the Municipal Systems Act (Act No. 32 of 2000), the Public Office Bearers Act (Act No. 20 of 1998) or is in contravention of the Municipality's Supply Chain Management Policy. Irregular expenditure excludes unauthorised expenditure. Irregular expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

17. FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure is expenditure that was made in vain and would have been avoided had reasonable care been exercised. Fruitless and wasteful expenditure is accounted for as expenditure in the Statement of Financial Performance where such a recommendation is tabled by the Audit Committee to Council.

**MIDVAAL LOCAL MUNICIPALITY ACCOUNTING POLICIES FOR THE YEAR ENDED
30 JUNE 2011**

18. COMPARATIVE INFORMATION

18.1 Current year comparatives:

Budgeted amounts have been included in the annual financial statements for the current year only. Refer to Annexure E (1) and E (2).

When the presentation or classification of items in the annual financial statements is amended, prior period comparative amounts are restated. The nature and reason for the reclassification is disclosed. Where accounting errors have been identified in the current year, the correction is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly. Where there has been a change in accounting policy in the current year, the adjustment is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly.

	2011 R	2010 R
1 LONG-TERM LIABILITIES		
External Loans	116 744 846	120 840 679
Unspent Loans	8 284 642	12 052 221
Sub-Total	125 029 488	132 892 900
Less: Current portion transferred to current liabilities	8 543 451	7 769 108
External Loans	8 543 451	7 769 108
Net External Loans - Long term	116 486 037	125 123 792
2 FINANCE LEASE LIABILITY		
SECURED		
ABSA Bank and Wesbank	8 619 202	-
These leases are secured by an instalment sale agreement over assets with a bookvalue of R9 350 380.00. The lease is payable within 60 months with a effective borrowing rate of 9.65%. Interest rates are fixed at the contract date.	10 297 613	-
Less: Capital payable for settlement within 12 months	1 678 411	-
3 CONSUMER DEPOSITS		
Electricity and Water	8 067 353	7 359 777
Total Consumer Deposits	8 067 353	7 359 777
4 PROVISIONS LANDFILL SITE		
Opening Balance	1 078 492	974 601
Movement for the year	114 321	103 891
Utilised	-	-
Increase in the provision	114 321	103 891
Closing balance	1 192 813	1 078 492
The Municipality has an obligation to rehabilitate its landfill sites in terms of its license stipulations. A provision for this obligation was calculated based on engineering reports.		
5 TRADE PAYABLES		
Trade Payables	49 555 440	39 532 763
Payments received in advance	11 229 114	10 378 378
Retentions	1 779 090	2 667 045
Leave Payables	6 620 627	6 628 206
Other Payables	7 325 184	2 117 142
Deposits - Other	425 526	492 339
	76 934 981	61 815 873
The leave pay provision relates to vested leave pay to which employees may become entitled upon leaving the employment of the Municipality. The provision arises as employees render a service that increases their entitlement to future compensated leave. The provision is utilised when employees who are entitled to leave pay, leave the employment of the Municipality or when the accrued leave due to an employee, is utilised		
6 UNSPENT GRANTS AND RECEIPTS		
Municipal infrastructure Grants (MIG)	-	-
Provincial and Local government Grants	(5 598 417)	(7 739 199)
Department of Arts and Culture	(806 097)	(1 490 590)
National Treasury	-	(45 000)
Bontle Ke Botho Cleaning Campaign	(235 187)	(271 385)
Sedibeng District Council (Emergency water)	(3 006 607)	(3 006 607)
Department of Water Affairs	(1 352 911)	(2 498 205)
Department of Sports and Recreation	-	(28 988)
Sedibeng District Council (Clinic)	-	(322 298)
HIV Grant	(197 615)	(76 126)
Total Conditional Grants and Receipts	(5 598 417)	(7 739 199)
6.1 Department of Arts and Culture		
Balance unspent at beginning of year	(1 490 590)	(5 192 181)
Current year receipts	(3 400 000)	(189 000)
Conditions met - transferred to revenue	4 084 493	3 890 591
Conditions still to be met- transferred to liabilities	(806 097)	(1 490 590)
This grant will be used to finance the relevant operational and capital expenditure		
6.2 Municipal infrastructure Grants (MIG)		
Balance unspent at beginning of year	-	(4 778 052)
Current year receipts	(18 994 000)	(16 392 000)
Conditions met - transferred to revenue	18 994 000	21 170 052
	-	-
This grant was used for Capital projects		

6 UNSPENT GRANTS AND RECEIPTS (CONTINUE)

6.3 National Treasury

Balance unspent at beginning of year	(45 000)	(141 000)
Current year receipts		
Conditions met - transferred to revenue	45 000	96 000
Conditions still to be met- transferred to liabilities	-	(45 000)

This grant is used to finance the cost in respect of the Interns and to update the asset register

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6.4 Bontle Ke Botho Cleaning Campaign

Balance unspent at beginning of year	(271 385)	(271 385)
Current year receipts		-
Conditions met - transferred to revenue	36 198	-
Conditions still to be met- transferred to liabilities	(235 187)	(271 385)

This balance of this grant will be used to finance the cleaning campaign

6.5 Sedibeng District Water (Emergency Water)

Balance unspent at beginning of year	(3 006 607)	-
Current year receipts		(3 006 607)
Conditions met - transferred to revenue	-	-
Conditions still to be met- transferred to liabilities	(3 006 607)	(3 006 607)

This grant will be used for operational expenditure

6.6 Department of Water Affairs

Balance unspent at beginning of year	(2 498 205)	-
Current year receipts		(5 153 503)
Conditions met - transferred to revenue	1 145 294	2 655 298
Conditions still to be met- transferred to liabilities	(1 352 911)	(2 498 205)

This grant will be used to finance the relevant operational expenditure

6.7 Department of Sports and Recreation

Balance unspent at beginning of year	(28 988)	(28 988)
Current year receipts	-	-
Conditions met - transferred to revenue	28 988	-
Conditions still to be met- transferred to liabilities	-	(28 988)

This grant was used to build the soccer field

6.8 Sedibeng District Council (Clinic)

Balance unspent at beginning of year	(322 298)	(322 298)
Current year receipts	-	-
Conditions met - transferred to revenue	322 298	-
Conditions still to be met- transferred to liabilities	-	(322 298)

This grant was used to upgrade the Meyerton Clinic

6.9 HIV Grant

Balance unspent at beginning of year	(76 126)	(185 796)
Current year receipts	(194 636)	-
Conditions met - transferred to revenue	73 147	109 670
Conditions still to be met- transferred to liabilities	(197 615)	(76 126)

The HIV programme will be financed with this grant

7 PROPERTY, PLANT AND EQUIPMENT

As a result of the adoption of GRAP 17 -Property plant and equipment-, Midvaal Local Municipality performed a detailed review of the fixed asset register with the assistance of independent third parties. This entailed a full physical count of all fixed asset and updating the values to reflect the current estimated net book value.

Reconciliation of Carrying Value	Land and Buildings	Infra-structure	Community	Other	Total
	R	R	R	R	R
Adjusted Carrying values at 1 July 2008	20 777 340	2 148 327 590	63 252 455	43 405 275	2 275 762 660
Cost	20 777 340	1 981 310 650	62 552 958	30 913 355	2 095 554 303
Accumulated depreciation	0	167 016 941	699 497	12 491 920	180 208 358
Disposals	0	0	0	1 705 591	1 705 591
Cost	0	0	0	1 012 217	1 012 217
Accumulated depreciation	0	0	0	693 375	693 375
Acquisitions	459 000	5 431 342	7 721 089	5 486 055	19 097 487
Work in progress	0	0	0	11 640	11 640
Depreciation	0	7 501 185	2 238 794	3 955 364	13 695 343
Carrying values at 30 June 2009	21 236 340	1 812 223 866	67 335 756	19 644 925	1 920 440 887
Cost	21 236 340	1 986 741 992	70 274 047	35 398 833	2 113 651 213
Accumulated depreciation		174 518 126	2 938 291	15 753 909	193 210 326

7 PROPERTY, PLANT AND EQUIPMENT (Continue)

Reconciliation of Carrying Value	Land and Buildings	Infra- structure	Community	Other	Total
	R	R	R	R	R
Adjusted Carrying values at 1 July 2009	21 236 340	1 812 223 866	67 335 756	19 644 925	1 920 440 887
Cost	21 236 340	1 986 741 992	70 274 047	35 398 833	2 113 651 213
Accumulated depreciation	0	174 518 126	2 938 291	15 753 909	193 210 326
Disposals	0	0	0	644 210	644 210
Cost	0	0	0	412 656	412 656
Accumulated depreciation	0	0	0	231 554	231 554
Acquisitions	5 600	143 550 496	5 129 873	2 313 691	150 999 659
Work in progress	0	0	0	134 463	134 463
Depreciation	0	85 517 943	2 432 879	4 751 106	92 701 928
Carrying values at 30 June 2010	21 241 940	1 870 256 418	70 032 750	17 160 871	1 978 691 980
Cost	21 241 940	2 130 292 488	75 403 920	37 434 332	2 264 372 679
Accumulated depreciation	0	260 036 069	5 371 170	20 273 461	285 680 699

Reconciliation of Carrying Value	Land and Buildings	Infra- structure	Community	Other	Total
	R	R	R	R	R
Adjusted Carrying values at 1 July 2010	21 241 940	1 870 256 418	70 032 750	17 160 871	1 978 691 980
Cost	21 241 940	2 130 292 488	75 403 920	37 434 332	2 264 372 679
Accumulated depreciation	0	260 036 069	5 371 170	20 273 461	285 680 699
Disposals	0	0	0	142 738	142 738
Cost	0	0	0	1 136 563	1 136 563
Accumulated depreciation	0	0	0	993 825	993 825
Acquisitions	0	148 478 328	11 706 196	12 725 088	172 909 612
Work in progress	0	7 886 803	2 367 351	0	10 254 154
Depreciation	0	86 978 042	2 732 544	5 363 658	95 074 244
Carrying values at 30 June 2011	21 241 940	1 939 643 507	81 373 753	24 379 564	2 066 638 764
Cost	21 241 940	2 286 657 618	89 477 466	49 022 857	2 446 399 882
Accumulated depreciation	0	347 014 112	8 103 714	24 643 293	379 761 118

Part of the acquisitions of infrastructure was a donation made by:

	Total
R	R
Klipriver Bussiness Park	131 874 563
Group 5	1 657 142
Hollard Foundtion Trust	72 991
Expanded Pubblic Work Program	8 600 000
	<u>142 204 696</u>

8 INVESTMENT PROPERTY

2011			2010		
COST / VALUATION	ACCUMULATED DEPRECIATION	CARRING VALUE	COST / VALUATION	ACCUMULATED DEPRECIATION	CARRING VALUE
34 275 000	0	34 275 000	34 275 000	0	34 275 000
34 275 000	0	34 275 000	34 275 000	0	34 275 000

No investment properties were pledged as security.

A register containing the information required by section 63 of the Municipal Financial Management Act is available for inspection at the office of the municipality.

The transfers represent land and properties identified as Investment Properties which was transferred from Property, Plant and Equipment to Investment Property.

At reporting date there are no cumulative fair value changes in the surplus and deficit for Investment properties.

There are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

The values are determined in-house by the Municipal Valuer who is a Registered Professional Valuer with the South African Council for the Property Valuers Profession, Registration No 81/0608207

9 INVENTORY

	2011	2010
Fuel	145 178	44 864
Water - at cost	215 733	151 512
Maintenance materials	6 125 985	-
Total Inventory	<u>6 486 896</u>	<u>196 376</u>

10 TRADE AND OTHER RECEIVABLES

	Gross Balances	Provision for Doubtful debts	Net Balance
2010			
Service Debtors			
Rates	19 121 094	8 066 718	11 054 376
Electricity	13 816 688	5 828 920	7 987 768
Water	19 147 822	8 077 993	11 069 829
Sewerage	10 127 794	4 272 666	5 855 128
Refuse	7 141 539	3 012 840	4 128 699
Total	<u>69 354 937</u>	<u>29 259 137</u>	<u>40 095 800</u>
2011			
Service Debtors			
Rates	19 605 098	7 492 340	12 112 758
Electricity	14 999 704	5 732 329	9 267 375
Water	23 676 168	9 048 152	14 628 016
Sewerage	11 608 184	4 436 217	7 171 967
Refuse	8 675 105	3 315 303	5 359 802

78 564 259	30 024 340	48 539 919
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10 TRADE AND OTHER RECEIVABLES (Continue)

	2011 R	2010 R
Other Receivables	35 010 772	31 395 499
Rates: Ageing		
Current (0 - 30 Days)	3 807 328	4 340 663
31 - 60 Days	1 499 541	2 592 905
61 - 90 Days	1 025 853	1 128 653
91 - 120 Days	885 387	769 850
+ 120 Days	12 386 989	10 289 023
	19 605 098	19 121 094
Electricity, Water Sewerage and Refuse: Ageing		
Current (0 - 30 Days)	17 618 541	14 460 525
31 - 60 Days	4 416 348	3 702 289
61 - 90 Days	3 226 669	2 803 751
91 - 120 Days	2 055 677	2 338 105
+ 120 Days	31 641 926	26 929 174
	58 959 161	50 233 844
<u>Reconciliation of doubtful debt provision</u>		
Balance at beginning of year	29 259 137	8 366 090
Increase in provision	13 302 470	29 362 088
Bad debts written off against provision	(12 537 267)	(8 469 041)
Balance at end of year	30 024 340	29 259 137

The provision for doubtful debt receivables covers losses where there is objective evidence that the municipality incurred a loss at the statement of financial position date. These incurred loss events have been estimated based upon historical patterns of losses. When a receivable is uncollectible, it is written off or provided for through the income statement. Subsequent recoveries are credited to the statement of financial performance.

11 OTHER RECEIVABLES

Sundry Receivables	6 112 216	3 975 037
Value Added Taxation (VAT)	8 543 789	7 914 625
	14 656 005	11 889 662

VAT is payable on the receipts basis. Only once payment is received from debtors is VAT paid over to SARS.

12 BANK BALANCES AND CASH

The municipality has the following bank accounts:-

Current Account (Primary Bank Account)

ABSA Bank Ltd - Public Gauteng East Branch - Account Number 405 320 3845

Current Account (Traffic Fines)

First National Bank Meyerton Branch Account Number 62083734262

Bank balances and cash at beginning of year	1 184 123	2 029 678
Bank balance balance at end of year	3 673 627	1 184 123

Bank statement balance at beginning of year	1 191 873	13 406 921
Bank statement balance at end of year	4 229 740	1 191 873

Guarantees held in lieu of Electricity and Water Deposits	7 370 100	261 100
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Sedibeng Breweries presented a guarantee to cover their electricity consumption for more than two months to an amount of R 7 370 100

13 PROPERTY RATES

<u>Actual</u>		
Residential	54 530 469	50 774 615
Commercial	14 697 339	13 684 339
State	3 576 971	4 246 202
Total Assessment Rates	72 804 779	68 705 156

<u>Valuations</u>	<u>Jul-10</u> <u>R000'</u>	<u>Jul-09</u> <u>R000'</u>
Residential	9 069 088	8 534 922
Commercial	1 132 242	1 051 906
State	344 152	267 588
Municipal	108 780	106 440
Total Property Valuations	10 654 262	9 960 856

Valuations on land and buildings are performed every four years according to the Property Rates Act 6 of 2004 which was implemented 1 July 2007. Interim valuations are processed as needed. A new valuation roll will come into effect from 1 July 2011. Rebates of 47 % are granted to improved residential properties amounting to a value of R28 146 511.

14 SERVICE CHARGES

Sale of Electricity	114 733 762	82 337 461
Sale of Water	86 529 523	67 978 064
Refuse Removal	16 303 965	14 904 001
Sewerage and sanitation charges	20 524 280	18 653 593
Total Service Charges	238 091 530	183 873 119

15 GOVERNMENT GRANTS AND SUBSIDIES

Equitable Share and other grants	54 795 571	43 514 026
Capital expenditure grants conditions met	16 865 140	25 749 988
Total Government Grants and Subsidies	71 660 711	69 264 014

15.1 Equitable Share

In terms of the Constitution, this grant is partially used to subsidise the provision of basic service to indigent community members. All registered indigents receive a subsidy of R 195 per month from this grant.

	2011 R	2010 R
16 OTHER INCOME		
New Service Connection Fees	9 284 163	2 648 498
Re - Connection Fees	3 273 028	2 237 592
Building Plan Fees	1 103 209	1 040 188
Prepaid Services	39 013 363	27 599 335
Sundry income	7 781 462	735 369
Other income	<u>60 455 225</u>	<u>34 260 982</u>

17 EMPLOYEE RELATED COSTS

Employee related costs - Salaries and Wages	77 829 718	70 486 822
Employee related costs - Contributions for UIF, pensions and medical aids	23 429 971	20 462 046
Travel, motor car, accommodation, subsistence and other allowances	6 103 183	5 781 356
Housing benefits and allowances	777 463	998 050
Overtime payments	6 370 407	5 150 856
Leave bonus	6 380 147	5 996 840
Total Employee Related Costs	<u>120 890 889</u>	<u>108 875 970</u>

Remuneration of the Municipal Manager

Annual Remuneration	892 322	420 000
Performance Bonuses	150 984	137 413
Car Allowance	120 000	120 000
Contribution to UIF, Medical and pension Funds	128 110	512 222
Total	<u>1 291 416</u>	<u>1 189 635</u>

Remuneration of the Chief Financial Officer

Annual Remuneration	760 919	492 000
Performance Bonuses	125 156	121 981
Car Allowance	72 000	144 000
Contribution to UIF, Medical and pension Funds	174 757	293 843
Total	<u>1 132 832</u>	<u>1 051 824</u>

Remuneration of Individual Executive Directors

	<u>Technical Services</u> R	<u>Corporate Services</u> R	<u>Community Services</u> R
Annual Remuneration	732 769	987 236	739 854
Performance Bonuses	132 425	146 514	132 325
Car Allowance	132 000	60 000	78 000
Contribution to UIF, Medical and pension Funds	142 907	13 547	189 822
Total	<u>1 140 101</u>	<u>1 207 297</u>	<u>1 140 001</u>

	<u>Protection Services</u> R	<u>Development & Planning</u> R	<u>Director Human Resources</u> R
Annual Remuneration	791 101	736 609	791 660
Performance Bonuses	133 520	135 711	131 230
Car Allowance	30 000	144 000	60 000
Contribution to UIF, Medical and pension Funds	186 575	127 066	156 016
Total	<u>1 141 196</u>	<u>1 143 386</u>	<u>1 138 906</u>

18 REMUNERATION OF COUNCILLORS

Executive Mayor	598 481	572 108
Speaker	482 678	461 105
Mayoral Committee Members	1 437 335	1 300 065
Councillors	2 714 105	2 303 197
Total Councillors' Remuneration	<u>5 232 599</u>	<u>4 636 475</u>

In-kind Benefits

The Mayor, Speaker, Whip and 5 Executive Committee Members are full-time. Each is provided with an office and secretarial support at the cost of the Council. Remuneration of Councillors are according to Section 219(1)b of the Constitution.

19 INTEREST PAID

Total Interest on External Borrowings	<u>13 940 675</u>	<u>12 184 718</u>
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20 BULK PURCHASES

Electricity	102 689 908	69 759 003
Water	54 483 898	43 894 703
Total Bulk Purchases	<u>157 173 806</u>	<u>113 653 706</u>

21 GENERAL EXPENSES

Included in general expenses are the following:-

	2011 R	2010 R
Audit Fees	1 348 264	831 525
Valuation Roll	1 768 501	1 075 720
Fuel	3 859 953	3 277 516
Computer Services	186 200	218 227
New Service Connections	2 111 694	2 670 187
Services to informal settlements	1 703 669	1 378 413
Rental	6 421 951	6 796 178
Telecommunications	1 051 672	1 203 596
Sundry expenses	23 844 125	17 631 697
	<u>42 296 029</u>	<u>35 083 059</u>

22 RECONCILIATION OF (SURPLUS) DEFICIT FOR THE YEAR TO NET CASH FROM OPERATING ACTIVITIES

Surplus (Deficit) for the year	88 583 580	23 375 167
Non-cash movements:		
Depreciation	(95 074 244)	(92 701 928)
Fair value adjustments	-	96 000 564
(Increase)/ decrease in provision for bad debts	(765 203)	(20 893 047)
Increase/ (decrease) in trade payables	15 119 108	14 654 715
(Increase)/ decrease unspent conditional grants and receipts	2 140 782	3 384 317
Increase/(decrease) in inventories	6 290 520	55 026
Increase/(decrease) government grant reserve	(3 360 037)	21 593 598
Increase/(decrease) in provisions	114 321	103 891
Increase/(decrease) in consumer deposits	707 576	1 384 977
Increase/(decrease) in capital replacement reserve	(6 031 629)	3 399 663
Increase/(decrease) in donations and public contributions reserve	(4 890 978)	(864 816)
Increase/(decrease) in trade and other receivables	13 206 236	(7 645 123)
Net cash flows from operating activities	<u>16 040 031</u>	<u>41 847 004</u>

23 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION

Long-term liabilities (see Note 1)	125 029 488	132 892 900
Used to finance property, plant and equipment - at cost	<u>(3 767 578)</u>	<u>(36 878 157)</u>
Sub-total	121 261 910	96 014 743
Cash set aside for the repayment of long-term liabilities	8 543 451	7 769 108
Cash invested for repayment of long-term liabilities (see note 1)	<u>8 543 451</u>	<u>7 769 108</u>

Long-term liabilities have been utilised in accordance with the Municipal Finance Management Act. Sufficient cash has been set aside to ensure that long-term liabilities can be repaid on redemption date.

24 SUNDRY ISSUES

24.1 PAYE and UIF

Amount paid - current year	<u>16 103 392</u>	<u>13 797 510</u>
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24.2 VAT

VAT inputs receivable and VAT outputs payable are shown in note 10. All VAT returns have been submitted by the due date throughout the year.

24.3 Pension and Medical Aid Deductions

Amount paid - current year Pension	<u>21 646 934</u>	<u>19 438 633</u>
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Amount paid - current year Medical	<u>10 194 311</u>	<u>9 216 138</u>
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24.4 Audit fees

Amount paid	<u>1 348 264</u>	<u>831 525</u>
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The amount represents the total audit fees paid in the current financial year.

24.5 Water loss

Water loss decrease from 26.19% in 2010 to 23.40% for 2011 represent an amount of R 12 430 808. A revenue protection unit is in place to manage future water losses.

25 RETIREMENT BENEFIT INFORMATION

Council and employees contribute towards the under-mentioned Pension Funds whose operations are subject to the Pension Fund Act, 1956. Although a request was sent to the funds, only some actuarial valuations were received to assess whether the funds are in a sound financial position. Therefore a contingent liability may exist which is undisclosed. Management are of the opinion that the contingent liability will not be of a material amount.

The Council subscribes to the following pension funds:

Municipal Gratuity Fund
Municipal Employees Pension Fund
Joint Municipal Employees Pension Fund
Germiston Municipal Retirement Fund
Old Mutual Sala Pension Fund
National Fund For Municipal Workers
SAMWU National Provident Fund
Councillors Pension Fund

26 COMPARISON WITH THE BUDGET

2011
R

2010
R

The comparison of the Municipality's actual financial performance with that budgeted is set out in Annexure E(1) and E(2).

27 AWARDS TO CLOSE FAMILY MEMBERS OF PERSONS IN THE SERVICE OF THE STATE

No awards were allocated of more than R2 000 to a person who is a spouse child or parent of a person in the service of the state

28 COUNCILLOR'S ARREAR CONSUMER ACCOUNTS

The following Councillors had arrear accounts outstanding for more than 90 days as at:

30 June 2010 Councillor MEP Lelokoane	-	3 451
30 June 2011 Councillor ML Modikeng	1 142	-
MGI Ngcobo	1 434	-
MM Radebe	1 559	-
MJ Tsotetsi	64	-
MZP Boland	558	-
	<u>4 757</u>	<u>3 451</u>

29 ACCUMULATED SURPLUS/DEFICIT

The Accumulated Surplus is made up with the following:

Government grant reserve	122 760 018	126 120 055
Reserve and funds/Capital replacement reserve	42 556 095	48 587 724
Donations and public contributions reserves	247 985 473	110 671 756
Revaluation of Property Plant and Equipment	1 301 447 439	1 301 204 804
Accumulated surplus	267 411 293	300 257 860
Total Accumulated surplus	<u>1 982 160 318</u>	<u>1 886 842 199</u>

30 RELATED PARTIES

Joint Ventures of key management	None
Close family member of key management (Refer to note 26)	None
Associate of close family member of key management	None
Other related parties persons or directors in service of other organs of the state	None
Member of key management	Directors remuneration - Refer to Employee Related Cost and Remuneration of Councillors notes

Compensation to Councillors and other management (Refer to note 16 & 17)

31 CONTINGENT LIABILITIES

A claim was instituted against Council for the amount of R969 450 relating to property sold which is claimed not suitable for development.

MIDVAAL LOCAL MUNICIPALITY
APPENDIX A: SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2011

EXTERNAL LOANS	Loan Number	Redeemable	Balance at 1/07/10	Received during the year	Redeemed written off during the year	Balance at 30/06/11
LONG-TERM LOANS			R	R	R	R
Walkerville	L009/WD	31/12/2007	-			-
Walkerville	L006/WD	30/06/2014	(158 851)		32 293	(126 558)
Walkerville	L007/WD	31/12/2012	(175 245)		62 526	(112 720)
Vaalmarina	L003/VM	30/06/2008	-			-
Vaalmarina	L001/VM	30/06/2014	(680 021)		138 242	(541 779)
Vaalmarina	L004/VM	31/12/2012	(415 397)		148 209	(267 187)
Vaalmarina	L002/VM	30/06/2014	(55 131)		11 208	(43 924)
Randvaal	L009/RV	31/12/2011	(78 354)		50 140	(28 214)
Randvaal	L010/RV	31/12/2011	(63 772)		40 809	(22 963)
Randvaal	L012/RV	31/12/2008	-			-
Randvaal	L014/RV	30/06/2009	-			-
Randvaal	L017/RV	31/12/2010	(44 861)		44 861	-
Randvaal	L023/RV	30/06/2015	(474 476)		72 036	(402 440)
Randvaal	L024/RV	31/12/2009	-			-
Midvaal	L023/M	30/06/2020	(8 286 560)		539 373	(7 747 187)
Midvaal	L022/M	30/06/2012	(2 808 212)		1 342 548	(1 465 664)
Midvaal	L021/M	30/06/2010	-			-
Midvaal	L024/M	30/06/2017	(14 072 912)		1 518 636	(12 554 277)
Midvaal	L025/M	2023/06/30	(35 476 589)		1 364 205	(34 112 384)
Midvaal	L026/M	2023/06/30	(4 643 835)		178 572	(4 465 262)
Midvaal	L027/M	2023/06/30	(12 195 880)		468 976	(11 726 904)
Midvaal	L028/M	2023/06/30	(12 839 175)		493 713	(12 345 462)
Midvaal	L029/M	2024/12/31	(15 119 364)		374 066	(14 745 298)
Midvaal	L030/M	2029/12/31	(12 479 050)		183 100	(12 295 950)
Midvaal	L031/M	2039/12/31	(1 462 948)		6 659	(1 456 289)
Midvaal	L032/M	2024/12/31	(8 567 505)		363 724	(8 203 781)
Midvaal	L033/M	2024/12/31	(1 333 172)		34 600	(1 298 573)
Midvaal Inca	MIDV-00-0001	2013/09/30	(1 461 590)		394 916	(1 066 674)
			-			-
			-			-
Total long-term loans			(132 892 900)	-	7 863 412	(125 029 488)
Total Government Loans						
TOTAL EXTERNAL LOANS			(132 892 900)	-	7 863 412	(125 029 488)

MIDVAAL LOCAL MUNICIPALITY
APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2009

							Accumulated Depreciation					Carrying Value 30-Jun-09
	Opening Balance 01-Jul-08	Adjusted Opening Balance 01-Jul-08	Additions	Work in Progress	Disposals	Closing Balance 30-Jun-09	Opening Balance 01-Jul-08	Adjusted Opening Balance 01-Jul-08	Depreciation	Depreciation on disposals	Closing Balance 30-Jun-09	
Land and Buildings												
Land	28 522 681	20 777 340	459 000			21 236 340	0	0	0	0	0	21 236 340
Buildings	0	0	0	0	0	0	0	0	0	0	0	0
	28 522 681	20 777 340	459 000	0	0	21 236 340	0	0	0	0	0	21 236 340
Infrastructure												
Roads & Bridges	197 884 452	694 543 558	0	0	0	694 543 558	38 963 180	59 216 699	0	0	59 216 699	635 326 859
Electricity Network	96 641 720	808 510 176	0	0	0	808 510 176	12 359 793	38 400 016	0	0	38 400 016	770 110 160
Fencing	1 463 550	14 314 977	13 643	0	0	14 328 620	828 928	440 544	572 611	0	1 013 156	13 315 464
Footways / Kerbing / Paving	2 235 073	16 509 596	0	0	0	16 509 596	39 876	931	440 868	0	441 799	16 067 798
Security Systems	49 971	1 060 813	0	0	0	1 060 813	35 906	27 611	42 433	0	70 043	990 770
Sewer Network	93 682 968	238 595 076	5 417 699	0	0	244 012 775	8 345 407	12 571 244	6 445 274	0	19 016 518	224 996 257
Water Network	176 595 723	207 776 454	0	0	0	207 776 454	24 559 179	56 359 896	0	0	56 359 896	151 416 558
	568 553 457	1 981 310 650	5 431 342	0	0	1 986 741 992	85 132 269	167 016 941	7 501 185	0	174 518 126	1 812 223 866
Community Assets												
Cemeteries	0	50 760	0	0	0	50 760	0	0	1 694	0	1 694	49 066
Clinics	5 577 190	6 376 707	482 960	0	0	6 859 667	265 036	155 498	227 537	0	383 035	6 476 632
Community Centres	11 006 004	4 652 989	197 369	0	0	4 850 358	696 776	146 606	122 532	0	269 139	4 581 219
Housing	161 398	3 468 750	0	0	0	3 468 750	10 976	16 384	115 625	0	132 009	3 336 741
Landfill Sites	2 351 744	3 736 492	362 255	0	0	4 098 747	431 200	139 915	192 403	0	332 318	3 766 429
Libraries	5 688 740	5 078 841	2 064 948	0	0	7 143 790	181 155	45 289	169 258	0	214 547	6 929 242
Municipal Offices	29 797 774	25 575 032	3 610 585	0	0	29 185 617	1 281 956	93 740	938 240	0	1 031 980	28 153 637
Old Age Homes	199 260	287 004	0	0	0	287 004	14 492	10 517	10 239	0	20 755	266 249
Sport Facilities	6 403 415	11 996 383	1 002 972	0	0	12 999 355	337 483	91 548	372 598	0	464 147	12 535 208
Taxi Ranks	29 800	1 330 000	0	0	0	1 330 000	2 421	0	88 667	0	88 667	1 241 333
	61 215 325	62 552 958	7 721 089	0	0	70 274 047	3 221 495	699 497	2 238 794	0	2 938 291	67 335 756
	658 291 463	2 064 640 948	13 611 432	0	0	2 078 252 379	88 353 764	167 716 438	9 739 979	0	177 456 417	1 900 795 962

MIDVAAL LOCAL MUNICIPALITY
APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2009

APPENDIX B MIDVAAL LOCAL MUNICIPALITY : ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2010							Accumulated Depreciation					Carrying Value
	Opening Balance	Adjusted Opening Balance	Additions	Work in Progress	Disposals	Closing Balance	Opening balance	Adjusted Opening Balance	Depreciation	Depreciation on disposals	Closing Balance	
	01-Jul-08	01-Jul-08				30-Jun-09	01-Jul-08	01-Jul-08			30-Jun-09	30-Jun-09
Total brought forward	658 291 463	2 064 640 948	13 611 432	0	-	2 078 252 379	88 353 764	167 716 438	9 739 979	-	177 456 417	1 900 795 962
Other Assets												
Computer Equipment	1 819 080	1 765 687	466 826	0	0	2 232 513	898 494	681 096	275 918	0	957 014	1 275 499
Emergency Equipment	748 674	724 898	99 881	0	0	824 779	236 710	247 418	79 699	0	327 118	497 662
Furniture & Fittings	2 968 072	2 723 816	509 606	8 131	4 290	3 237 263	1 159 648	1 036 425	359 419	2 821	1 393 023	1 844 240
Machinery & Equipment	7 274 263	6 130 071	849 096	0	711 996	6 267 171	2 673 076	2 309 943	792 048	454 525	2 647 466	3 619 705
Motor vehicles	16 695 773	17 920 330	3 094 053	0	294 658	20 719 725	8 206 152	7 611 562	2 163 391	235 327	9 539 626	11 180 099
Office Equipment	823 793	1 130 965	299 094	3 509	1 273	1 432 295	569 915	402 887	221 295	702	623 480	808 815
Refuse Containers	432 775	432 775	167 500	0	0	600 275	78 723	168 991	50 257	0	219 248	381 028
Tangible: Software		84 812	0	0	-	84 812	0	33 599	13 336	-	46 935	37 877
	30 762 430	30 913 355	5 486 055	11 640	1 012 217	35 398 833	13 822 718	12 491 920	3 955 364	693 375	15 753 909	19 644 925
Total	689 053 893	2 095 554 303	19 097 487	11 640	1 012 217	2 113 651 213	102 176 482	180 208 358	13 695 343	693 375	193 210 326	1 920 440 887

MIDVAAL LOCAL MUNICIPALITY
APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2010

							Accumulated Depreciation					Carrying Value 30-Jun-10
	Opening Balance 01-Jul-09	Adjusted Opening Balance 01-Jul-09	Additions	Work in Progress	Disposals	Closing Balance 30-Jun-10	Opening Balance 01-Jul-09	Adjusted Opening Balance 01-Jul-09	Depreciation	Depreciation on disposals	Closing Balance 30-Jun-10	
Land and Buildings												
Land	16 377 473	21 236 340	5 600	0	0	21 241 940	0	0	0	0	0	21 241 940
Buildings	0	0	0	0	0	0	0	0	0	0	0	0
	16 377 473	21 236 340	5 600	0	0	21 241 940	0	0	0	0	0	21 241 940
Infrastructure												
Roads & Bridges	201 993 619	694 543 558	25 651 162	0	0	720 194 720	53 532 128	59 216 699	27 107 685	0	86 324 384	633 870 336
Electricity Network	101 967 473	808 510 176	100 067 737	0	0	908 577 913	17 122 429	38 400 016	46 260 355	0	84 660 371	823 917 542
Fencing	1 586 132	14 328 620	171 069	0	0	14 499 689	1 161 590	1 013 155	573 240	0	1 586 395	12 913 293
Footways / Kerbing / Paving	2 235 073	16 509 596	177 800	0	0	16 687 396	151 629	441 799	443 529	0	885 328	15 802 069
Security Systems	127 141	1 060 813	18 138	0	0	1 078 951	46 701	70 043	42 433	0	112 476	966 475
Sewer Network	102 583 926	244 012 775	10 173 030	0	0	254 185 806	13 350 711	19 016 518	6 596 941	0	25 613 459	228 572 346
Water Network	185 841 615	207 776 454	7 291 560	0	0	215 068 013	33 557 856	56 359 896	4 493 760	0	60 853 656	154 214 357
	596 334 980	1 986 741 992	143 550 496	0	0	2 130 292 488	118 923 044	174 518 126	85 517 943	0	260 036 069	1 870 256 418
Community Assets												
Cemeteries	0	50 760	269 729	0	0	320 489	0	1 694	1 694	0	3 389	317 100
Clinics	6 227 549	6 859 667	44 788	0	0	6 904 454	473 147	383 035	235 365	0	618 400	6 286 054
Community Centres	11 232 320	4 850 358	940 907	0	0	5 791 265	1 063 326	269 139	165 896	0	435 035	5 356 229
Housing	161 398	3 468 750	0	0	0	3 468 750	16 356	132 009	115 625	0	247 634	3 221 116
Landfill Sites	2 519 547	4 098 747	85 626	0	0	4 184 373	567 188	332 318	200 058	0	532 376	3 651 997
Cost to Rehabilitate Landfill Site	0	0	103 891	0	0	103 891	0	0	0	0	0	103 891
Libraries	7 054 095	7 143 790	1 317 575	0	0	8 461 364	389 579	214 547	243 159	0	457 706	8 003 658
Municipal Offices	36 759 304	29 185 617	36 020	0	0	29 221 637	2 346 092	1 031 980	1 013 345	0	2 045 325	27 176 311
Old Age Homes	199 260	287 004	0	0	0	287 004	21 134	20 755	10 239	0	30 994	256 010
Sport Facilities	7 444 510	12 999 355	2 331 338	0	0	15 330 693	647 177	464 147	447 497	0	911 644	14 419 049
Taxi Ranks	29 800	1 330 000	0	0	0	1 330 000	3 414	88 667	0	0	88 667	1 241 333
	71 627 783	70 274 047	5 129 873	0	0	75 403 920	5 527 413	2 938 291	2 432 879	0	5 371 170	70 032 750
	684 340 236	2 078 252 379	148 685 968	0	0	2 226 938 347	124 450 457	177 456 417	87 950 822	0	265 407 239	1 961 531 109

MIDVAAL LOCAL MUNICIPALITY
APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2010

APPENDIX B MIDVAAL LOCAL MUNICIPALITY : ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2010	Opening Balance	Adjusted Opening Balance	Additions	Work in Progress	Disposals	Closing Balance	Accumulated Depreciation					Carrying Value
	01-Jul-09	01-Jul-09				30-Jun-10	Opening balance	Adjusted Opening Balance	Depreciation	Depreciation on disposals	Closing Balance	
							01-Jul-09	01-Jul-09			30-Jun-10	30-Jun-10
Total brought forward	684 340 236	2 078 252 379	148 685 968	0	-	2 226 938 347	124 450 457	177 456 417	87 950 822	-	265 407 239	1 961 531 109
Other Assets												
Computer Equipment	2 167 324	2 232 513	99 046	25 716	92 933	2 264 341	1 214 105	957 014	350 237	60 987	1 246 264	1 018 077
Emergency Equipment	827 279	824 779	0	0	5 825	818 954	308 714	327 118	84 710	4 402	407 426	411 529
Furniture & Fittings	3 626 981	3 237 263	62 277	85 463	62 750	3 322 253	1 691 231	1 393 023	395 864	37 075	1 751 813	1 570 441
Machinery & Equipment	7 813 989	6 267 171	21 218	0	95 166	6 193 223	3 444 273	2 647 466	835 692	51 543	3 431 615	2 761 608
Motor vehicles	19 220 530	20 719 725	2 019 530	0	128 325	22 610 930	10 715 696	9 539 626	2 727 417	63 947	12 203 096	10 407 834
Office Equipment	1 045 309	1 432 295	65 353	23 284	27 657	1 493 275	734 282	623 480	278 721	13 601	888 600	604 675
Refuse Containers	600 275	600 275	0	0	0	600 275	128 884	219 248	60 028	0	279 275	321 000
Tangibles: Software	0	84 812	46 267	0	0	131 079	0	46 935	18 437	-	65 372	65 707
	35 301 687	35 398 833	2 313 691	134 463	412 656	37 434 332	18 237 185	15 753 909	4 751 106	231 554	20 273 461	17 160 871
Total	719 641 923	2 113 651 213	150 999 659	134 463	412 656	2 264 372 679	142 687 642	193 210 326	92 701 928	231 554	285 680 699	1 978 691 980

MIDVAAL LOCAL MUNICIPALITY
APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2011

							Accumulated Depreciation					Carrying Value 30-Jun-11
	Opening Balance 01-Jul-10	Adjusted Opening Balance 01-Jul-10	Additions	Work in Progress	Disposals	Closing Balance 30-Jun-11	Opening Balance 01-Jul-10	Adjusted Opening Balance 01-Jul-10	Depreciation	Depreciation on disposals	Closing Balance 30-Jun-11	
Land and Buildings												
Land	17 241 473	21 241 940	0	0	0	21 241 940	0	0	0	0	0	21 241 940
Buildings	0	0	0	0	0	0	0	0	0	0	0	0
	17 241 473	21 241 940	0	0	0	21 241 940	0	0	0	0	0	21 241 940
Infrastructure												
Roads & Bridges	238 540 403	720 194 720	44 435 797	5 829 494	0	770 460 011	69 739 703	86 324 384	27 700 283	0	114 024 667	656 435 344
Electricity Network	204 426 281	908 577 913	24 707 040	0	0	933 284 953	22 655 668	84 660 371	46 868 914	0	131 529 285	801 755 667
Fencing	1 604 270	14 499 689	25 000	555 633	0	15 080 321	1 363 151	1 586 395	580 238	0	2 166 633	12 913 689
Footways / Kerbing / Paving	2 235 073	16 687 396	380 110	0	0	17 067 507	263 306	885 328	446 795	0	1 332 122	15 735 384
Security Systems	127 141	1 078 951	31 830	0	0	1 110 781	65 460	112 476	46 978	0	159 453	951 328
Sewer Network	113 397 334	254 185 806	41 461 940	1 227 903	0	296 875 648	18 660 606	25 613 459	6 754 089	0	32 367 548	264 508 100
Water Network	193 133 369	215 068 013	37 436 612	273 773	0	252 778 398	42 836 959	60 853 656	4 580 746	0	65 434 403	187 343 995
	753 463 871	2 130 292 488	148 478 328	7 886 803	0	2 286 657 618	155 584 853	260 036 069	86 978 042	0	347 014 112	1 939 643 507
Community Assets												
Cemeteries	1 488 765	320 489	0	0	0	320 489	1 116	3 389	10 685	0	14 074	306 415
Clinics	6 227 549	6 904 454	0	0	0	6 904 454	679 550	618 400	232 396	0	850 796	6 053 659
Community Centres	13 018 328	5 791 265	22 401	1 959 045	0	7 772 711	1 445 832	435 035	197 359	0	632 395	7 140 316
Housing	161 398	3 468 750	1 657 142	0	0	5 125 892	21 732	247 634	115 625	0	363 259	4 762 634
Landfill Sites	3 308 448	4 184 373	788 664	0	0	4 973 037	656 796	532 376	201 067	0	733 444	4 239 594
Cost to Rehabilitate Landfill Site	0	103 891	0	0	0	103 891	0	0	51 946	0	51 946	51 946
Libraries	8 490 982	8 461 364	0	0	0	8 461 364	626 716	457 706	285 890	0	743 596	7 717 768
Municipal Offices	36 965 349	29 221 637	9 237 988	408 306	0	38 867 930	3 487 335	2 045 325	1 014 675	0	3 060 001	35 807 930
Old Age Homes	199 260	287 004	0	0	0	287 004	27 771	30 994	10 239	0	41 233	245 771
Sport Facilities	8 781 985	15 330 693	0	0	0	15 330 693	988 437	911 644	523 995	0	1 435 638	13 895 055
Taxi Ranks	29 800	1 330 000	0	0	0	1 330 000	4 407	88 667	88 667	0	177 333	1 152 667
	78 671 866	75 403 920	11 706 196	2 367 351	0	89 477 466	7 939 692	5 371 170	2 732 544	0	8 103 714	81 373 753
	849 377 210	2 226 938 347	160 184 524	10 254 154	0	2 397 377 025	163 524 545	265 407 239	89 710 587	0	355 117 825	2 042 259 200

MIDVAAL LOCAL MUNICIPALITY
APPENDIX B: ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2011

APPENDIX B MIDVAAL LOCAL MUNICIPALITY : ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2010							Accumulated Depreciation					Carrying Value
	Opening Balance	Adjusted Opening Balance	Additions	Work in Progress	Disposals	Closing Balance	Opening balance	Adjusted Opening Balance	Depreciation	Depreciation on disposals	Closing Balance	
	01-Jul-10	01-Jul-10				30-Jun-11	01-Jul-10	01-Jul-10			30-Jun-11	30-Jun-11
Total brought forward	849 377 210	2 226 938 347	160 184 524	10 254 154	-	2 397 377 025	163 524 545	265 407 239	89 710 587	-	355 117 825	2 042 259 200
Other Assets												
Computer Equipment	2 245 420	2 264 341	200 523	0	62 876	2 401 989	1 495 572	1 246 264	379 818	48 707	1 577 374	824 614
Emergency Equipment	821 267	818 954	0	0	0	818 954	383 571	407 426	84 532	0	491 958	326 996
Furniture & Fittings	3 760 781	3 322 253	930 237	0	96 706	4 155 784	2 150 106	1 751 813	466 314	74 042	2 144 086	2 011 698
Machinery & Equipment	7 740 228	6 193 223	165 000	0	114 063	6 244 160	4 566 547	3 431 615	841 731	102 388	4 170 958	2 073 202
Motor vehicles	21 111 735	22 610 930	705 276	0	861 037	22 455 169	13 929 449	12 203 096	3 007 379	767 159	14 443 316	8 011 853
Office Equipment	1 054 747	1 493 275	117 612	0	1 880	1 609 007	856 033	888 600	307 396	1 529	1 194 467	414 540
Refuse Containers	600 275	600 275	72 991	0	0	673 266	188 870	279 275	60 028	0	339 303	333 964
Tangibles: Software	0	131 079	7 842	0	0	138 921	0	65 372	30 180	-	95 552	43 369
Library Books	0	0	1 001 478	0	0	1 001 478	0	0	12 531	-	12 531	988 948
	37 334 454	37 434 332	3 200 959	0	1 136 563	39 498 728	23 570 148	20 273 461	5 189 909	993 825	24 469 544	15 029 184
Finance Lease Assets												
Other Assets	0	0	9 524 129	0	0	9 524 129	0	0	173 749	0	173 749	9 350 380
Total	886 711 664	2 264 372 679	172 909 612	10 254 154	1 136 563	2 446 399 882	187 094 693	285 680 699	95 074 244	993 825	379 761 118	2 066 638 764

MIDVAAL LOCAL MUNICIPALITY
APPENDIX C : SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2009

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Adjusted Opening Balance	Additions	Work in Progress	Disposals	Closing Balance	Adjusted Opening Balance	Depreciation	Depreciation on disposals	Closing Balance	
	R	R	R	R	R	R	R	R	R	
Executive and Council	63 824 492	2 580 647	0	600	66 404 539	947 986	825 398	398	1 772 985	64 631 553
Finance and Admin	5 892 581	516 876	0	330 412	6 079 044	928 342	588 551	261 877	1 255 016	4 824 027
Planning and Development	18 689 083	1 486 821	2 958	0	20 178 862	558 390	758 252	0	1 316 643	18 862 219
Health	7 778 344	526 241	0	0	8 304 585	313 697	281 259	0	594 955	7 709 629
Community and Social Services	17 119 894	2 383 079	3 509	0	19 506 482	804 807	603 913	0	1 408 720	18 097 763
Sport and Recreation	17 438 447	2 517 702	5 173	24 046	19 937 277	1 533 422	862 878	13 314	2 382 986	17 554 291
Social Services	2 340 872	16 864	0	0	2 357 736	37 637	66 936	0	104 573	2 253 163
Waste Management	16 363 105	558 850	0	442 818	16 479 137	2 526 340	907 324	249 350	3 184 314	13 294 822
Waste Water Management	239 294 972	5 453 845	0	0	244 748 817	12 941 111	6 527 650	0	19 468 761	225 280 056
Road transport	702 508 412	309 320	0	124 340	702 693 392	61 063 591	564 804	103 727	61 524 668	641 168 725
Water	209 847 756	388 143	0	0	210 235 900	57 391 419	259 966	0	57 651 384	152 584 515
Electricity	811 286 430	244 238	0	50 000	811 480 668	39 776 508	344 521	33 206	40 087 823	771 392 845
Protection Services	17 144 915	2 414 860	0	40 000	19 519 775	1 385 108	1 103 892	31 503	2 457 497	17 062 278
Other										
Total	2 129 529 303	19 397 487	11 640	1 012 217	2 147 926 213	180 208 358	13 695 343	693 375	193 210 326	1 954 715 887

MIDVAAL LOCAL MUNICIPALITY
APPENDIX C : SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2010

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Adjusted Opening Balance	Additions	Work in Progress	Disposals	Closing Balance	Adjusted Opening Balance	Depreciation	Depreciation on disposals	Closing Balance	
	R	R	R	R	R	R	R	R	R	
Executive and Council	66 404 539	144 748		24 854	66 524 433	1 772 985	932 605	19 701	2 685 889	63 838 544
Finance and Admin	6 079 044	197 758		226 864	6 049 939	1 255 016	610 995	126 714	1 739 297	4 310 641
Planning and Development	20 178 862	2 066		15 532	20 165 396	1 316 643	794 369	11 247	2 099 765	18 065 631
Health	8 304 585	44 788			8 349 372	594 955	295 333		890 288	7 459 084
Community and Social Services	19 506 482	2 990 356	134 463	50 129	22 581 172	1 408 720	757 927	38 178	2 128 468	20 452 704
Sport and Recreation	19 937 277	2 331 338		20 455	22 248 160	2 382 986	1 082 553	13 662	3 451 878	18 796 282
Social Services	2 357 736	130 749			2 488 485	104 573	70 644		175 217	2 313 268
Waste Management	16 479 137	629 027			17 108 164	3 184 314	951 673		4 135 987	12 972 177
Waste Water Management	244 748 817	10 173 030		140	254 921 707	19 468 761	6 689 733	106	26 158 388	228 763 319
Road transport	702 693 392	25 677 980		50 650	728 320 723	61 524 668	27 602 733	4 441	89 122 960	639 197 762
Water	210 235 900	8 610 082			218 845 981	57 651 384	4 927 674		62 579 058	156 266 923
Electricity	811 480 668	100 067 737		1 200	911 547 205	40 087 823	46 647 315	907	86 734 231	824 812 974
Protection Services	19 519 775			22 832	19 496 944	2 457 497	1 338 375	16 598	3 779 274	15 717 670
Other										
Total	2 147 926 213	150 999 659	134 463	412 656	2 298 647 679	193 210 326	92 701 928	231 554	285 680 699	2 012 966 980

MIDVAAL LOCAL MUNICIPALITY
APPENDIX C : SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2011

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Adjusted Opening Balance	Additions	Work in Progress	Disposals	Closing Balance	Adjusted Opening Balance	Depreciation	Depreciation on disposals	Closing Balance	
	R	R	R	R	R	R	R	R	R	
Executive and Council	66 524 433	9 306 989		35 064	75 796 358	2 685 889	956 264	28 497	3 613 657	72 182 701
Finance and Admin	6 049 939	351 273		134 676	6 266 535	1 739 297	626 214	102 804	2 262 707	4 003 828
Planning and Development	20 165 396	30 655		1 363	20 194 688	2 099 765	794 135	1 154	2 892 745	17 301 943
Health	8 349 372				8 349 372	890 288	291 965		1 182 253	7 167 119
Community and Social Services	22 581 172	2 093 237		2 197	24 672 213	1 408 720	990 537	1 853	3 117 152	21 555 061
Sport and Recreation	22 248 160	467 155	1 959 045	48 592	24 625 768	3 451 878	1 211 055	44 111	4 618 823	20 006 945
Social Services	2 488 485	1 657 142			4 145 627	175 217	92 838		268 055	3 877 572
Waste Management	17 108 164	871 164		201 468	17 777 861	4 135 987	1 040 365	165 958	5 010 393	12 767 468
Waste Water Management	254 921 707	44 678 430	1 227 903		300 828 040	26 158 388	6 897 347		33 055 735	267 772 306
Road transport	728 320 723	44 600 797	6 385 127	302 151	779 004 496	89 122 960	28 289 458	277 836	117 134 583	661 869 913
Water	218 845 981	37 436 612	273 773	146 053	256 410 313	62 579 058	5 156 990	135 636	67 600 412	188 809 901
Electricity	911 547 205	27 149 970		177 500	938 519 675	86 734 231	47 293 273	161 195	133 866 309	804 653 366
Protection Services	19 496 944	4 266 187	408 306	87 500	24 083 936	3 779 274	1 433 803	74 782	5 138 295	18 945 641
Other										
Total	2 298 647 679	172 909 612	10 254 154	1 136 563	2 480 674 882	285 680 700	95 074 243	993 825	379 761 117	2 100 913 764

MIDVAAL LOCAL MUNICIPALITY
APPENDIX D: SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2011

2010 Actual Income R	2010 Actual Expenditure R	2010 (Surplus)/ Deficit R		2011 Actual Income R	2011 Actual Expenditure R	2011 (Surplus)/ Deficit R
(2 663 475)	74 396 905	71 733 430	Executive & Council	(2 158 351)	29 046 727	26 888 376
(80 905 128)	50 277 147	(30 627 981)	Finance & Admin	(86 280 659)	34 389 492	(51 891 167)
(1 411 770)	14 987 107	13 575 337	Planning & Development	(3 085 154)	15 117 047	12 031 893
(5 519 044)	6 451 356	932 312	Health	(5 543 843)	5 373 594	(170 249)
(5 462 103)	6 673 365	1 211 262	Community & Social Services	(4 786 065)	8 298 212	3 512 147
(9 148 244)	29 486 082	20 337 838	Public Safety	(11 372 280)	31 563 962	20 191 682
(3 369 474)	14 552 822	11 183 348	Sport & Recreation	(10 781 148)	16 402 692	5 621 544
(2 247 767)	1 995 834	(251 933)	Environmental Protection	(2 553 107)	2 442 020	(111 087)
(56 037 077)	42 259 975	(13 777 102)	Waste Management	(97 903 316)	52 898 570	(45 004 746)
(9 865 063)	40 300 620	30 435 557	Road Transport	(43 144 683)	55 463 552	12 318 869
(77 653 785)	74 303 856	(3 349 929)	Water	(133 915 957)	80 041 824	(53 874 133)
(223 729 832)	98 628 384	(125 101 448)	Electricity	(202 015 269)	181 224 875	(20 790 394)
(73 263)	397 405	324 142	Engineering Administration	(3 075 005)	5 768 691	2 693 686
(478 086 025)	454 710 858	(23 375 167)	Sub Total	(606 614 837)	518 031 258	(88 583 579)

MIDVAAL LOCAL MUNICIPALITY

APPENDIX E(1): ACTUAL VERSUS BUDGET (REVENUE AND EXPENDITURE) FOR THE YEAR ENDED 30 JUNE 2011

REVENUE	2011 Actual (R)	2011 Budget (R)	2011 Variance (R)	2011 Variance (%)	<u>Explanation of Significant Variances</u> greater than 10% versus Budget
Property rates	78 018 305	85 010 000	(6 991 695)	(8.22)	
Service charges	232 878 004	206 895 307	25 982 697	12.56	Increase in electricity and water sales
Rental of facilities and equipment	534 040	900 000	(365 960)	(40.66)	Decrease in rental activities
Interest earned - external investments	774 806	800 000	(25 194)	(3.15)	Decrease in interest rates and in investments during the year
Interest earned - outstanding debtors	6 820 180	5 975 000	845 180	14.15	Increase in debtors
Government grants and subsidies	216 693 854	220 378 584	(3 684 730)	(1.67)	
Fines	10 440 424	11 018 000	(577 576)	(5.24)	
Other income	60 455 224	52 383 800	8 071 424	15.41	Increase income for tariff charges
Total Revenue	606 614 837	583 360 691	23 254 146	3.99	
EXPENDITURE					
Executive & Council	29 046 727	34 045 031	(4 998 304)	(14.68)	Saving on stationery, marketing and contracted services
Finance & Admin	34 389 492	38 787 830	(4 398 338)	(11.34)	Addisional contributions to provision of bad debt.
Planning & Development	15 117 047	19 552 560	(4 435 513)	(22.69)	Saving on salaries and legal expenses
Health	5 373 594	10 032 208	(4 658 614)	(46.44)	Saving on salaries and rental expenses
Community & Social Services	8 298 212	9 085 098	(786 886)	(8.66)	Saving on salaries and general expenses
Public Safety	31 563 962	34 291 340	(2 727 378)	(7.95)	
Sport & Recreation	16 402 692	17 673 833	(1 271 141)	(7.19)	Saving on salaries and contracted services
Environmental Protection	2 442 020	3 454 756	(1 012 736)	(29.31)	Saving on salaries and general expenses
Waste Management	52 898 570	56 691 812	(3 793 242)	(6.69)	
Road Transport	55 463 552	48 832 024	6 631 528	13.58	
Water	80 041 824	84 670 778	(4 628 954)	(5.47)	
Electricity	181 224 875	126 670 365	54 554 510	43.07	Electricity purchases higher than expected
Engineering Administration	5 768 691	6 872 369	(1 103 678)	(16.06)	Saving on employee related costs
Total Expenditure	518 031 258	490 660 004	27 371 254	5.58	
NET SURPLUS/(DEFICIT) FOR THE YEAR	88 583 579	92 700 687			

MIDVAAL LOCAL MUNICIPALITY
APPENDIX E(2): ACTUAL VERSUS BUDGET (ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2011

	2011 Actual	2011 Budget	2011 Variance	2011 Variance	Explanation of Significant Variances greater than 5% versus Budget
	R	R	R	%	<i>(Explanations to be recorded)</i>
Executive & Council	489 166	600 000	110 834	18.47	Saving on project.
Finance & Admin	9 348 770	9 371 869	23 099	0.25	
Planning & Development	27 553	40 000	12 447	31.12	Saving on project.
Community & Social Services	12 812 026	12 349 100	(462 926)	(3.61)	Provision for Library books included.
Main Sewer	41 435 625	42 304 860	869 236	2.05	
Solid Waste	5 494 842	8 321 200	2 826 358	33.97	Saving on new waste disposal site.
Roads	43 204 411	43 260 426	56 015	0.13	
Water	37 702 084	38 694 745	992 661	2.57	
Electricity	27 314 970	28 433 190	1 118 220	3.93	
Protection Services	4 949 171	7 206 000	2 256 829	31.32	Remaining amount will be spent before 30 June 2012.
TOTAL	182 778 618	190 581 390	7 802 772	4.09	

MIDVAAL LOCAL MUNICIPALITY
APPENDIX F
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003
FOR THE YEAR ENDED 30 JUNE 2011

Name of Grant	Name of organ of State or municipal entity	Quarterly Receipts				Quarterly Expenditure			
		Sep-10	Dec-10	Mar-10	Jun-11	Sep-10	Dec-10	Mar-11	Jun-11
CAPITAL									
MIG (Conditional)	National	8 000 000	5 000 000	5 259 000	0	159 825	6 898 290	1 922 272	4 995 434
SEDIBENG (VEHICLE)	Sedibeng District Council	0	0	0	0	0	0	38 510	77 136
DSCAR	Provincial	1 099 100	0	0	0	68 454	848 061	59 598	0
SEDIBENG (PRINTER)	Sedibeng District Council	122 369	0	0	0	107 341	0	0	8 053
DWARF	National	0	0	0	0	0	1 145 294	0	0
DME	National	0	0	0	0	0	0	0	0
		9 221 469	5 000 000	5 259 000	0	335 620	8 891 645	2 020 380	5 080 623
OPERATIONAL									
EQUITABLE SHARE (Uncond)	National	19 926 000	10 398 000	7 124 000	0	9 362 013	9 362 013	9 362 013	9 362 013
MSIG (Conditional)	National	1 000 000	0	0	0	190 914	294 545	269 438	618 590
FMG (Conditional)	National	1 000 000	0	0	0	182 700	482 213	335 087	0
MIG (Conditional)	National	0	0	735 000	0	178 424	131 064	198 688	188 584
SAVANNA CITY	Donation	0	0	0	0	0	0	0	0
ENVIRONMENTAL HEALTH	Sedibeng District Council	334 549	416 786	805 886	440 181	529 976	634 443	634 125	638 917
PROVINCIAL HEALTH	Provincial	0	443 404	796 306	2 252 016	1 202 889	1 337 838	1 304 407	1 223 026
HIV PROGRAMME	Provincial	0	0	102 800	174 000	31 989	36 941	24 094	62 286
DSCAR	Provincial	2 300 900	0	0	0	617 503	585 047	415 398	424 690
SETA	Dept of Labour	67 486	305 926	37 873	0	85 856	78 155	49 472	4 200
DBSA	DBSA	0	350 520	429 480	0	0	0	780 000	0
		24 628 935	11 914 636	10 031 345	2 866 197	12 382 263	12 942 260	13 372 722	12 522 305
TOTAL		33 850 404	16 914 636	15 290 345	2 866 197	12 717 883	21 833 905	15 393 102	17 602 928